

ORIGINAL



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PIERCE PROPOSED AMENDMENT # 1

TIME/DATE PREPARED: January 31, 2011

COMPANY: Sahuarita Water Company,  
LLC

AGENDA ITEM NO.: U-11

DOCKET NO.: W-03718A-09-0359

OPEN MEETING:DATE: February 1 & 2, 2011

**Page 22, Line 23**

DELETE line 23 through Page 23, line 13 and INSERT:

“At a recent Commission open meeting, the Commission agreed to examine the merits of imputing income tax expenses to S-corps and LLCs in its ongoing water workshops. While we believe it is prudent to follow the current policy today, we do not wish to prejudice SWC in the event the Commission determines to alter this policy in the future. Accordingly, in the event the Commission alters its policy in the future, SWC may file a motion to amend this Order, and SWC’s authorized revenue requirement hereunder, pursuant to A.R.S. § 40-252, to reflect the change in Commission policy.

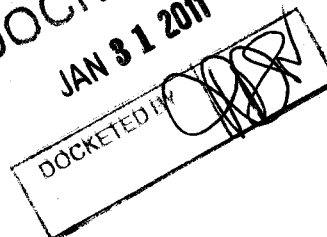
**Page 45, Line 15**

INSERT new Ordering Paragraph, as follows:

“IT IS FURTHER ORDERED that in the event the Commission alters its policy to allow S-corps and LLCs entities to impute a hypothetical income tax expense for ratemaking purposes, SWC may file a motion to amend this Order, and SWC’s authorized revenue requirement hereunder, pursuant to A.R.S. § 40-252, to reflect the change in Commission policy.

Make all conforming changes.

Arizona Corporation Commission  
**DOCKETED**  
JAN 31 2011



AZ CORP COMMISSION  
DOCKET CONTROL

2011 JAN 31 P 4:48

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<b>THIS AMENDMENT:</b>		
_____ Passed _____	Passed as amended by _____	
_____ Failed _____	_____ Not Offered _____	_____ Withdrawn _____